



GOLDEN CROSS RESOURCES LTD

ABN 65 063 075 178

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Hornsby NSW 2077
Phone (02) 9482 8833
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3 March 2006

Response to ASX Price Query

On 2 March 2006 the Company received a price query from ASX due to the recent increase in the Company's share price and volume of trading in the Company's securities.

The Company is not in possession of any materially price sensitive information that has not been released to the market.

In answer to the specific questions asked by ASX, the Company states as follows:

1. The Company is not aware of any information concerning it that has not been announced which, if known, could explain the recent trading in the securities of the Company;
2. The Company is awaiting assays from its drilling at Copper Hill and results will be released in the near future;
3. The operating loss for the half-year ended 31 December 2005 is expected to be around \$774,000 (2004: loss of 2,444,000);
4. As above, no material abnormal or extraordinary loss is expected for the half-year ended 31 December 2005;
5. The Company has no other explanation for the price change and increase in volume of trading in the Company's securities; and
6. The Company confirms that it is in compliance with the listing rules, and in particular, listing rule 3.1.

Enquiries:

Kim Stanton-Cook, MD – Ph (02) 9482 8833 or email kim@goldencross.com.au

Daven Timms, Secretary – ph (02) 9482 8833 or email daven.timms@goldencross.com.au

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Golden Cross is a gold and base metals explorer, searching in NSW and the Northern Territory for large deposits in highly prospective mineral belts, providing significant potential upside for the speculative investor.

The Company holds significant mineral tenement positions within the Lachlan Fold Belt of NSW, which contains Rio Tinto's Northparkes, Newcrest's Cadia-Ridgeway, and Barrick's Cowal Deposits. It holds a major land position in the Curnamona Province of western NSW, which contains the world class Broken Hill orebody.



2 March 2006

Mr Daven Timms
Company Secretary
Golden Cross Resources Limited
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Hornsby NSW 2077

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DX 10427 Stock Exchange Sydney

Dear Daven

Golden Cross Resources Limited (the "Company")

RE: PRICE QUERY

We have noted a change in the price of the Company's securities from a closing price of 7.6 cents on Friday, 24 February 2006 to a high today of 12 cents. We have also noted an increase in the volume of trading in the securities over this period.

In light of the price change and increase in volume, please respond to each of the following questions.

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?
2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?

Please note, if the answer to question 1 is yes and an announcement cannot be made immediately, you need to contact us to discuss this and you need to consider a trading halt (see below).

3. Is there any reason to think that there may be a change in the operating loss before abnormal items and income tax so that the figure for the half-year ended 31 December 2005 would vary from the previous half-year by more than 15%? If so, please provide details as to the extent of the likely variation.
4. Is there any reason to think that the Company may record any material abnormal or extraordinary loss for the half-year ended 31 December 2005? If so, please provide details.

5. Is there any other explanation that the Company may have for the price change and increase in volume in the securities of the Company?
6. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me by e-mail at andrew.black@asx.com.au or by facsimile on facsimile number (02) 9241 7620. It should not be sent to the Company Announcements Office.

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, not later than half an hour before the start of trading (ie before 9.30 a.m. E.D.S.T.) on Friday, 3 March 2006.

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a suitable form and separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Listing rule 3.1

Listing rule 3.1 requires an entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. The exceptions to this requirement are set out in listing rule 3.1A.

In responding to this letter you should consult listing rule 3.1 and Guidance Note 8 – Continuous Disclosure: listing rule 3.1.

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

Trading halt

If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the Company's securities. As set out in listing rule 17.1 and Guidance Note 16 – Trading Halts we may grant a trading halt at your request. We may require the request to be in writing. We are not required to act on your request. You must tell us each of the following.

- The reasons for the trading halt.
- How long you want the trading halt to last.
- The event you expect to happen that will end the trading halt.
- That you are not aware of any reason why the trading halt should not be granted.
- Any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

If you have any queries regarding any of the above, please let me know.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'A. R. A. Black'.

Andrew Black

Senior Adviser, Issuers (Sydney)

Direct Line: (02) 9227 0899